

TEACHERS' RETIREMENT BOARD  
BUDGETS AND AUDITS COMMITTEE

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SUBJECT: Approval of Minutes of December 6, 2001 Meeting

ITEM NUMBER: 2

ATTACHMENT(S): 1

ACTION: X

DATE OF MEETING: February 7 , 2002

INFORMATION: \_\_\_\_\_

PRESENTER(S): Chairperson

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Please see the attached minutes of the December 6, 2001, Budgets and Audits Committee meeting.

PROPOSED  
MINUTES OF THE  
BUDGETS AND AUDITS COMMITTEE  
OF THE  
TEACHERS' RETIREMENT BOARD  
THURSDAY, DECEMBER 6, 2001  
BOARD ROOM  
7667 FOLSOM BOULEVARD  
SACRAMENTO, CALIFORNIA

**COMMITTEE MEMBERS PRESENT**

George Fenimore, Chairperson  
Karen Russell  
Jay Schenirer  
Carolyn Widener  
Louis Willhoit, representing the State Controller, Kathleen Connell  
Jennifer DuCray-Morrill, representing the State Treasurer, Philip Angelides  
Annette Porini, representing the Director of Finance, B. Timothy Gage

**STAFF PRESENT**

James D. Mosman, Chief Executive Officer  
Christopher J. Ailman, Chief Investment Officer  
Christopher Waddell, Chief Counsel  
Peggy Plett, DCEO, Administration  
Michael Carter, DCEO, Client Benefits and Services  
Laurence Martin, DCEO, Information and Financial Systems  
Ed Derman, DCEO, External Affairs and Program Development  
Way Lee, Director, Office of Audits  
Mary Miles, Administrative Assistant

**OTHERS PRESENT**

Lance Stemple, PricewaterhouseCoopers, LLP	
Dorothy Moser, CTA/NEA-R	Loretta Toggenburger, UTLA-R
Beverly Carlson, CTA	Elizabeth Mackenzie, CRTA
Ellen Logue, CTA/NEA-R	Edna White, CRTA
Michael Green, CTA	Lois Shive, CTA
Steve DePue, CTA	Susan Goff, CRTA
Pat Geyer, CRTA	Bill Collins, CTA

A quorum being present, Chairperson Fenimore called the meeting to order at 11:23 a.m.

II. **APPROVAL OF MINUTES OF OCTOBER 11, 2001 MEETING**

MOTION duly made by Ms. Porini, seconded by Ms. Widener, and carried to approve the Minutes of the October 11, 2001 meeting.

III. **ANNOUNCEMENTS**

There were no announcements.

IV. **PROPOSED BUDGET CONTROL LANGUAGE**

Ms. Plett was directed not to pursue the Budget Control Language Proposal at this time.

V. **REPORT ON AUDITS OF COMBINED FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION AS OF JUNE 30, 2001, AND FOR THE YEAR THEN ENDED**

Mr. Stemple from PricewaterhouseCoopers, LLP, presented the Report for the Committee's review.

MOTION duly made by Ms. Porini, seconded by Ms. DuCray-Morrill, and carried to approve the Report on Audits of Combined Financial Statements and Supplemental Information as of June 30, 2001, and for the Year Then Ended.

VI. **REPORT TO MANAGEMENT AND ANNUAL COMMUNICATIONS FOR THE YEAR ENDED JUNE 30, 2001**

Mr. Stemple from PricewaterhouseCoopers, LLP, presented the Report for the Committee's review.

MOTION duly made by Mr. Schenirer, seconded by Ms. Porini, and carried to approve the Report to Management and Annual Communications for the Year Ended June 30, 2001.

VII. **2001/2002 BUDGET STATUS UPDATE**

Ms. Plett reported information relative to the deficiency was still being developed and would be discussed in February. Ms. Plett has had discussions with the Department of Finance regarding the projected deficiency and has started the deficiency process based on the \$5.5 million that was estimated earlier.

VIII. **SCHOOL DISTRICT FINAL REPORT**

Mr. Lee presented the Final Report for the West Contra Costa Unified School District – Defined Benefit Program.

IX. **DRAFT AGENDA FOR NEXT COMMITTEE MEETING**

No changes were made to the draft agenda.

X. **OPPORTUNITY FOR STATEMENTS FROM THE PUBLIC**

There were no statements.

XI. **ADJOURNMENT**

Chairperson Fenimore adjourned the Committee meeting at 11:50 a.m.

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Jack Ehnes, Chief Executive Officer  
and Secretary to the Teachers' Retirement Board

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George Fenimore, Chairperson